

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7652

BILL NUMBER: HB 1907

DATE PREPARED: Jan 2, 2001

BILL AMENDED:

SUBJECT: Regional Transportation Funding.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill distributes 0.25% of the gasoline tax (motor fuel tax) to regional transportation authorities located in nonattainment counties based on population.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues: The motor fuel tax has averaged approximately \$462.1 M per year over the last three fiscal years. Current statute provides for 1/15 cent distribution, or about \$31 M, to the State Highway Road Construction Improvement Fund (SHRCIF). This bill proposes that 0.25% be distributed to regional transportation authorities in nonattainment counties based on population. Based on the three-year average, 0.25% would amount to approximately \$1.1 M per year to be distributed to the regional transportation authorities. Consequently, the Motor Vehicle Highway Account would not have these funds available for distribution. The Motor Vehicle Highway Account supports the Department of Transportation, the Bureau of Motor Vehicles, and part of the State Police. In addition, local units receive distributions from the Motor Vehicle Highway Account, along with several other distributions to other entities.

The nonattainment counties which would receive the new distributions are: 1) Clark; 2) Floyd; 3) Lake; and 4) Porter. The table below shows the estimated amount each would receive based on population and the estimated \$1.1 M distribution.

<u>County</u>	<u>Population</u>	<u>Percent</u>	<u>Amount</u>
Clark	93,805	11.80%	\$130,640
Floyd	71,990	9.11%	\$100,259
Lake	478,323	60.56%	\$666,151
<u>Porter</u>	<u>145,726</u>	<u>18.45%</u>	<u>\$202,950</u>
Total	789,844	100.00%	\$1,100,000

Explanation of Local Expenditures:

Explanation of Local Revenues: See explanation of State Revenues, above.

State Agencies Affected: Department of Transportation, State Police, and the Bureau of Motor Vehicles.

Local Agencies Affected: Recipients of Motor Vehicle Highway Account distributions.

Information Sources: Motor Fuel Tax revenue for the last three fiscal years; Janet McCabe Assistant Commissioner of the Department of Environmental Management, 232-8222; Pat Daniel, Department of Environmental Management, 233-0429.